



Thomas G. Robinson

September 13, 2002

Luly Massaro
Rhode Island Public Utilities Commission
89 Jefferson Boulevard
Warwick, RI 02888

**Re: Docket 3444: Last Resort Service Bids and Power Supply Agreement for the Period
March 2003 through August 2003 and Request for Confidential Treatment**

Dear Ms. Massaro:

Enclosed in accordance with Rule 1.2(g) of the Commission's Rules of Practice and Procedure are copies of confidential bid information and power supply agreements entered into by The Narragansett Electric Company ("Narragansett" or "Company") pursuant to its Last Resort Service Acquisition Plan ("Plan") filed in Docket 3444 and approved by the Commission in its open meeting on July 18, 2002. As part of the Plan, Narragansett committed to file with the Commission a summary of the initial and final bids received as well as the final executed power supply contract or contracts. On August 23, 2002 Narragansett filed with the Commission the initial and final bids received and the final executed power supply contract for the September 1, 2002 through February 28, 2003 period. Narragansett continued to discuss contract terms with the potential supplier for the March 1, 2003 through August 31, 2003 period. Narragansett and the supplier have completed discussions and have now executed a power supply contract.

The Company respectfully requests confidential and privileged treatment of Attachments B and C as described below. In compliance with Rule 1.2(g), the Company is providing complete unredacted copies of the confidential documents in a sealed envelope marked "confidential". Copies of the unredacted versions have also been provided to the Division of Public Utilities and Carriers.

Narragansett is hereby filing the following attachments for the Commission's information:

- Attachment A - A summary of the bid process identifying the key actions taken by Narragansett to procure Last Resort Service. Narragansett does not consider this document to be confidential.
- Attachment B - A confidential summary of the revised, final, binding bids received by Narragansett on August 30, 2002 reflecting bid prices at both the wholesale delivery point and at the retail customer meter for only the March 2003 through August 2003 period. All of the bids received conformed to the pricing format specified in the RFP.

Luly Massaro
September 13, 2002
Page 2

Attachment C - The executed confidential Power Supply Agreement for the period March 2003 through August 2003. Although this contract is different in form than the sample in the Plan submitted to the Commission, the executed contract does not change any of the business risks or obligations described in the Plan.

Attachment D - The redacted executed Power Supply Agreement for the period March 2003 through August 2003.

Narragansett is also making a separate filing today submitting revised Last Resort Service retail rates reflecting the additional period covered by this second power supply agreement .

Please do not hesitate to contact me should you have any questions.

Very truly yours,

Thomas G. Robinson
Terry L. Schwennesen
Attorneys for
The Narragansett Electric Company

cc: S. Scialabba
P. Roberti